GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA

UNSTARRED QUESTION NO:3168
ANSWERED ON:14.12.2006
ONGC GAIL AGREEMENT FOR SUPPLY OF GAS
Sugavanam Shri E.G.

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

(a) whether the Oil and Natural Gas Corporation (ONGC) and GAIL (India) Ltd. have signed any agreement for supply of gas from ONGC`s oil and gas fields;

(b) if so, the details thereof and the locations identified for the same; and

(c) the steps taken to further promote the ties between the two companies and to explore more oil and gas?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM & NATURAL GAS (SHRI DINSHA PATEL)

(a): Oil and Natural Gas Corporation Limited (ONGC) and Gail (India) Limited (GAIL) have signed a Gas Supply Agreement (GSA) on 7th July, 2006 for the supply of gas from ONGC fields.

(b) : The GSA which is valid for a period of 15 years is for Administered Price Mechanism (APM) gas and covers all the existing locations such as Hazira & Uran (Western offshore gas), Gujarat, Andhra Pradesh (KG Basin), Tamil Nadu (Cauvery), Rajasthan, Assam and Tripura.

(c) : Regular meetings are held between the two companies to market the new and additional gas at market determined price. The companies have identified areas of co-operation in gas marketing, transportation and participation in exploration and production (E&P) activities under New Exploration Licensing Policy (NELP). Under the NELP I, II and V Rounds, ONGC and GAIL together have been awarded seven exploration blocks.